# TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



# **FISCAL NOTE**

## HB 3021 - SB 3628

March 19, 2012

**SUMMARY OF BILL:** Requires a private corporation that provides collection services for a municipal sewer service, but not for water services, to report each consumer's water usage to the municipality.

#### **ESTIMATED FISCAL IMPACT:**

Other Fiscal Impact – To the extent that a private corporation will be reading water meters instead of the municipal utility, the municipal utility will decrease expenditures associated with the reading of water meters. The decrease in local expenditures is dependent upon the number of private corporations reading water meters and the cost for the municipality to read meters. This decrease is not quantifiable. Any increase in expenditures to read additional water meters and report usage will be borne by the private corporation.

## Assumptions:

- The number of affected municipalities and corporations is unknown. The decrease in local expenditures as a result of reading fewer water meters to determine consumer usage is not quantifiable and is dependent upon the number of private corporations that will be taking over this service for the municipal utility.
- Any increase in expenditures to read additional water meters and make reports to the municipal utility is not quantifiable and will be borne by the private corporation. No fiscal impact on state or local government.

## **CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

Lucian D. Geise, Executive Director

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